



Stat. of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

M/045/005

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Governor

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September 10, 2002

Gregory J. Morical
Assistant General Counsel
Lone Star Industries Inc.
10401 North Meridan Street, Suite 400
Indianapolis, Indiana 46290-1090

Re: Formal Approval of Replacement Reclamation Sureties, Lone Star Industries, Inc. (d.b.a., Utah Portland Quarries, Inc.), Little Mountain Quarry, M/045/005 & Quarry Antone, M/045/021, Tooele County, Utah

Dear Mr. Morical:

On September 9, 2002, the Director of the Division of Oil, Gas and Mining formally approved the form and amount of replacement reclamation sureties for Utah Portland Quarries, Inc. ("Utah Portland") Little Mountain and Quarry Antone limestone mines. Replacement reclamation surety bonds issued by Safeco Insurance Company of America in the amounts of \$69,800 (# Little Mountain Quarry) and \$49,900 (# - Quarry Antone) have been received. The updated sureties were requested as part of the Division's standard 5-year bond review and escalation process. ***The Division hereby grants its final approval of your replacement reclamation sureties for the Little Mountain and Quarry Antone mining projects.***

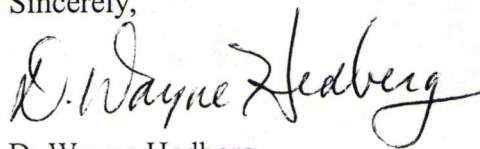
Copies of the fully signed and executed replacement Reclamation Contracts and surety bond forms were hand delivered to your local courier on September 9, 2002. Enclosed are the original Reclamation Contracts with original sureties (# & # issued by National Union Fire Insurance Company to be cancelled effective September 13, 2002.

The Division also hereby acknowledges and concurs with the observation made by Mr. Malmquist in his August 21, 2002 transmittal letter concerning an error in our June 24, 2002 correspondence. The approved disturbed acreage for the Quarry Antone project is 13.3 acres, not 8 acres as we previously indicated. The disturbed area is consequently in compliance with the approved permit.

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Gregory J. Morical
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Thank you for your help in finalizing this permitting action and keeping the reclamation sureties for both projects current. Please call me if you have any questions regarding this letter.

Sincerely,

A handwritten signature in black ink that reads "D. Wayne Hedberg". The signature is written in a cursive, flowing style with a large initial "D" and a long, sweeping underline.

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb

Enclosure: 2 older original RC's & surety bonds

cc: Michael Malmquist, Parsons, Behle & Latimer, w/oEncl

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